

# LIPL Maximization Transactions

## What is this funding source?

Federal regulations allow states to claim the difference between current Medicaid nursing facility rates and recalculated rates based on Medicare payment principles, also known as the upper limit payment. Through a series of steps involving government nursing facilities and county/hospital districts, this difference is transferred to the state as intergovernmental transfer and is considered all state funds.

## What is the statutory base?

N/A

## Is this a federally mandated program?

No.

## What is the funding?

State Fiscal Year	General Revenue	Federal	Other	Total
2001	\$0	\$0	\$0	\$0
2002	\$0	\$0	\$0	\$0
2003	\$0	\$88.1 mil	\$66.9 mil	\$155.0 mil*
2004	\$0	\$20.5 mil	\$13.0 mil	\$33.5 mil

*\*Includes supplemental appropriation*

## What is the source of the non-general revenue funding?

Intergovernmental transfer funds

## Who is eligible?

Government nursing facilities and county hospital districts.

## What has been the amount of upper payment transactions?

SFY-2001	SFY-2002	SFY-2003
\$235.9 mil	\$358.1 mil	\$144.3 mil